

Reconciliation of the U.S.-Canadian Current Account, 2000 and 2001

By Anthony DiLullo and Denis Caron

ON a reconciled basis, the U.S. deficit, or Canadian surplus, is \$40.4 billion for 2000 and \$40.0 billion for 2001 (chart 1, table 1).¹ The U.S.-published current-account balance with Canada is a U.S. deficit of \$30.5 billion for 2000 and a U.S. deficit of \$26.5 billion for 2001; the corresponding Canadian-published balance is a Canadian surplus (U.S. deficit) of \$42.8 billion for 2000 and a Canadian surplus (U.S. deficit) of \$42.5 billion for 2001.²

This article presents the results of the reconciliation

1. The reconciled estimates are intended to show how the current-account estimates would appear if both countries used the same definitions, methodologies, and data sources. In this article, all values are expressed in U.S. dollars.

2. For this year's reconciliation, the U.S. deficit for 2000 is revised from the previously published deficit of \$30.7 billion used in last year's reconciliation, and the Canadian surplus for 2000 is revised from the previously published surplus of \$42.6 billion used in last year's reconciliation.

This article will also be published in *Canada's Balance of International Payments, Third Quarter 2002*.

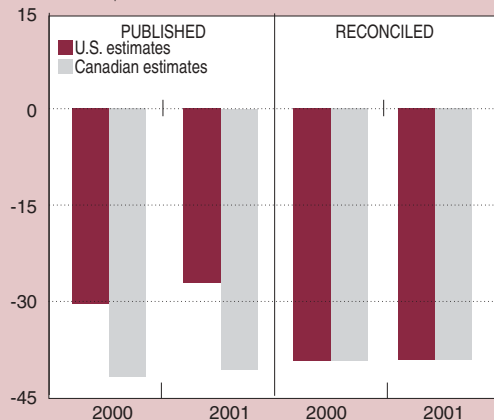
of the bilateral current-account estimates of Canada and the United States for 2000 and 2001.³ The details of the current-account reconciliation for 2000 and 2001 are presented in the tables that follow this article. Tables 2.1 and 2.2 show the details of the major types of reconciliation adjustments—definitional, methodological, and statistical—that were made to the major current-account components. Tables 3.1 and 3.2 present the published estimates, the estimates on a common basis (after the estimates have been adjusted for definitional and methodological differences), the reconciled estimates, and the amounts of the adjust-

3. The reconciliation of the current account has been undertaken each year since 1970. Summary results of the reconciliations were published in the United States in the following issues of the *SURVEY OF CURRENT BUSINESS*: June 1975, September 1976 and 1977, December 1979, June 1981, and each December of 1981–91. Complete details of the reconciliations for 1990 forward were published in the following issues of the *SURVEY*: November 1992, each October of 1993–95, and each November of 1996–2001. In Canada, the results were published in the following issues of *Canada's Balance of International Payments* (catalogue 67–001), a publication of Statistics Canada: Fourth Quarter 1973, Second Quarter 1976 and 1977, Third Quarter 1978 and 1979, First Quarter 1981, and each Third Quarter 1981–2001.

CHART 1

U.S.-Canadian Current-Account Balance¹

Billion U.S. \$



1. Balance shown is net northbound—a U.S. surplus is a Canadian deficit, and a U.S. deficit is a Canadian surplus.

U.S. Bureau of Economic Analysis

Table 1. Major U.S.-Canadian Balances

[Billions of U.S. dollars]

	Published estimates		Reconciled estimates	
	United States	Canada	United States	Canada
2000				
Goods and services	-48.6	57.7	-58.6	58.6
Goods	-54.8	61.9	-63.0	63.0
Services	6.2	-4.2	4.4	-4.4
Income	18.8	-17.2	18.8	-18.8
Current unilateral transfers	-0.7	2.2	-0.6	0.6
Current account	-30.5	42.8	-40.4	40.4
2001				
Goods and services	-49.4	57.6	-59.3	59.3
Goods	-55.4	61.9	-63.9	63.9
Services	6.1	-4.3	4.6	-4.6
Income	23.6	-17.4	19.9	-19.9
Current unilateral transfers	-0.7	2.3	-0.6	0.6
Current account	-26.5	42.5	-40.0	40.0

NOTE: A U.S. surplus (+) is a Canadian deficit (-), and a Canadian surplus (+) is a U.S. deficit (-). Details may not add to totals because of rounding.

ments for each major current-account component. Tables 4–7 present the reconciliation details for goods, services, and investment income.⁴

Reconciled Current-Account Balances

In the U.S. current account, the reconciliation adjustments resulted in an increase of \$9.9 billion in the U.S. deficit for 2000 and an increase of \$13.5 billion in the U.S. deficit for 2001. In both years, the increases reflect larger upward adjustments to the U.S. southbound estimates than to the U.S. northbound estimates (tables 2.1 and 2.2).⁵ The largest increases in the U.S. south-

bound estimates result from the addition of Canadian reexports to U.S. goods imports (a definitional adjustment), from the valuation of U.S. natural gas imports to include inland freight (a definitional adjustment), from an increase for undercoverage of some southbound services (a statistical adjustment), and for 2001, from adjustments for statistical differences in direct investment income. The largest increases in the U.S. northbound estimates result from upward adjustments to investment income for undercoverage of income on U.S. holdings of Canadian bonds (definitional and statistical adjustments).

In the Canadian current account, the reconciliation adjustments resulted in a decrease of \$2.4 billion in the 2000 Canadian surplus and in a decrease of \$2.5 billion in the 2001 Canadian surplus. In both years, the decreases reflect larger downward adjustments to the Canadian southbound estimates than to the Canadian northbound estimates. In both years, the Canadian southbound estimates were adjusted downward to account for definitional differences, mainly in unilateral transfers; for methodological differences, mainly the

4. For reconciliation, some of the details presented in the tables in this article differ from those presented in balance-of-payments tables regularly published by the U.S. Bureau of Economic Analysis and by Statistics Canada.

5. In this article, the term “northbound” refers to U.S. exports of goods and services, U.S. income receipts, and current unilateral transfers to the United States, and it refers to Canadian imports of goods and services, Canadian income payments, and current unilateral transfers from Canada. The term “southbound” refers to U.S. imports of goods and services, U.S. income payments, and current unilateral transfers from the United States, and it refers to Canadian exports of goods and services, Canadian income receipts, and current unilateral transfers to Canada.

Note on the U.S.-Canadian Current-Account Reconciliation

The U.S.-Canadian current-account reconciliation, which explains the differences between the estimates of the bilateral current account published by the U.S. Bureau of Economic Analysis (BEA) and those published by Statistics Canada, is undertaken because of the extensive economic links between Canada and the United States. The reconciled estimates are intended to assist analysts who use both countries' statistics and to show how the current-account estimates would appear if both countries used common definitions, methodologies, and data sources.¹

In principle, the bilateral current account of one country should mirror the bilateral current account of the other country. Differences occur in the published estimates of the U.S. and Canadian current accounts because of variations in the definitions, methodologies, and statistical sources that are used by each agency. Some of the differences for 2001 are in components of the current account for which data are still preliminary and subject to revision; these differences may be eliminated when final data for these components become available.

The longstanding Canadian-U.S. current-account reconciliation is among the leading examples of the benefits of international data exchanges. As a result of the reconciliation process and the exchange of data, the accuracy of the published estimates of transactions between Canada and the United States and the efficiency in producing the estimates have increased. The exchange of data between Canada and the United States—for transactions such as trade in goods, travel, passenger fares, Canadian and U.S. Government transactions, and some large transportation transactions—covers more than 80 percent of the value of the Canadian and U.S. current account and has eliminated some of the differences in the Canadian- and U.S.-published estimates.

Although the U.S.- and Canadian-published estimates are reconciled and there is extensive exchange of data between Canada and the United States, differences in the published estimates remain. Complete substitution of reconciled estimates for published estimates and complete exchange of data are not feasible for several reasons. For trade in goods, imports in the U.S. accounts would be affected because the United States attributes Canadian reexports to the country of origin rather than to Canada, the last country of shipment. For some accounts, the protection of the confidentiality of the source data bars the exchange of data. Finally, a few differences are attributable to different requirements for integrating the international and national (domestic) accounts in each country.

1. A detailed article on the methodology was published by BEA in “Reconciliation of the U.S.-Canadian Current Account” in the November 1992 *SURVEY* and by Statistics Canada in *Reconciliation of the Canadian-United States Current Account, 1990–91*. Statistics Canada also published a shortened version in the December 1992 *Canadian Economic Observer* and in Canada's *Balance of International Payments, Third Quarter 1992*.

netting of Canadian bank claims and liabilities in “other” investment income; and for statistical differences, mainly in “other” services and in direct investment income. In the Canadian northbound estimates, downward adjustments for definitional and methodological differences were mainly in investment income, and downward adjustments for statistical differences were mainly in “other” services. These downward adjustments were partly offset by upward adjustments for statistical differences in direct investment income.

The statistical adjustments to the U.S. and Canadian southbound direct investment income estimates for 2001 were unusually large. The U.S. published estimate shows net losses by U.S. affiliates of Canadian parents while the Canadian published estimate shows net profits. The difference between the U.S. and Canadian estimates partly reflects larger losses estimated by the U.S. Bureau of Economic Analysis (BEA) for U.S. manufacturing affiliates of Canadian parents than the losses estimated by Statistics Canada for these manufacturing affiliates. The estimates of income (losses) for affiliates in the manufacturing industry were arbitrarily recon-

ciled by averaging the U.S. and Canadian estimates. The reconciliation of direct investment income is restricted by the confidentiality of the source data, by the preliminary nature of the reports on which the 2001 estimates are based, and by the different approaches used by BEA and by Statistics Canada in estimating earnings (losses).

Summary of Reconciliation Methodology

In reconciling the differences in the U.S.- and Canadian-published bilateral current-account estimates, the estimates are first restated on a common basis—that is, they are adjusted for definitional and methodological differences; the remaining adjustments that are needed to reach the reconciled values are the statistical adjustments. The framework for reconciling the U.S. and Canadian estimates to a common basis mainly follows the international standards published in the International Monetary Fund’s *Balance of Payments Manual* (fifth edition). The U.S.- and Canadian-published estimates now largely conform to the international standards, but some differences with the in-

Table 2.1. Summary of Reconciliation Adjustments, Northbound, 2000

[Millions of U.S. dollars]

	Definitional		Methodological				Statistical		Total	
	United States	Canada	Reclassification		Gross or net		United States	Canada	United States	Canada
			United States	Canada	United States	Canada				
Goods, balance of payments basis	140	-218	226					-820	366	-1,038
Valuation adjustments	140	-218							140	-218
Reclassification of equipment repairs from unaffiliated services			226						226	
Statistical adjustments								-820		-820
Services	30	-436	-226	-69			1,437	-1,262	1,241	-1,767
Travel			709				1	20	710	20
Reclassification of education from unaffiliated services			511						511	
Reclassification of medical services from unaffiliated services			198						198	
Statistical adjustments							1	20	1	20
Passenger fares							-289		-289	
Statistical adjustments							-289		-289	
Other transportation		-109		202			13	-16	13	77
Valuation adjustments		-109								-109
Reclassification of transportation services from unaffiliated services				202						202
Statistical adjustments							13	-16	13	-16
Other services	30	-327	-935	-271			1,712	-1,266	807	-1,864
Affiliated		-99	-310				821	-2,396	511	-2,495
Valuation adjustments		-99								-99
Reclassification of film rentals to unaffiliated services			-223						-223	
Reclassification of courier services to unaffiliated services			-87						-87	
Statistical adjustments							821	-2,396	821	-2,396
Unaffiliated	89	-228	-625	-271			891	1,086	355	587
Valuation adjustments	89	-228							89	-228
Reclassification of transactions to or from other accounts			-625	-271					-625	-271
Statistical adjustments							891	1,086	891	1,086
U.S. military sales	-59							44	-59	44
Valuation adjustments	-59								-59	
Statistical adjustments								44		44
Income	975	-2,624	69	-1,722	-3,352	-232	3,370	-979	-2,537	
Direct investment		-491	-28		-119	-858	3,117	-858	2,479	
Valuation adjustments		-491							-491	
Reclassification of dividends to “other” income			-28							-28
Adjustment of interest income to a net basis					-119					-119
Statistical adjustments							-858	3,117	-858	3,117
Other investment	975	-2,133	28	-1,722	-3,233	626	244	-121	-5,094	
Valuation adjustments	975	-2,133						975	-2,133	
Reclassification of dividends from direct investment			28							28
Adjustment of interest income to a gross or net basis				-1,722	-3,233			-1,722	-3,233	
Statistical adjustments							626	244	626	244
Compensation of employees			69					9		78
Current unilateral transfers		-302			180		114		294	-302
Valuation adjustments		-302								-302
Adjustment of U.S. transfers to a gross basis					180				180	
Statistical adjustments							114		114	
Total adjustments	1,145	-3,580			-1,542	-3,352	1,319	1,288	922	-5,644

ternational standards—and between the U.S. and Canadian estimates—remain in the published estimates because of data limitations, difficulties in determining country attribution, differences in classification, and because in a few cases, international standards provide for more than one acceptable treatment.

The definitional adjustments mainly reflect data limitations and differences in country attribution. For example, as part of the reconciliation, U.S.-published estimates of imports of goods from Canada are adjusted to include Canadian reexports to the United States (goods imported by Canada from third countries and then reexported to the United States without substantial change) because U.S. imports of goods are recorded on a country-of-origin basis. Another example of a definitional adjustment is that the Canadian estimates, mainly investment income, are adjusted to a basis that is net of withholding taxes because the U.S. withholding tax estimates—which are included on a global basis in the U.S.-published accounts—cannot be allocated by country for comparison with the Canadian estimates.

The methodological adjustments mainly reflect dif-

Acknowledgments

The reconciliations were carried out under the direction of Denis Caron, Chief, Current Account, in Statistics Canada's Balance of Payments Division, and of Anthony DiLullo, former Assistant Chief of BEA's Balance of Payments Division and currently serving as a consultant to BEA. At Statistics Canada, Denis Caron, Christian Lajule, Éric Simard, and Robert Thériège participated in the reconciliation of the Canadian accounts, with the collaboration and assistance of Brian André, Jacqueline Dickie, and Karen Liu. Christian Wolfe was responsible for the production and coordination of the reconciliation tables. At BEA, Patricia Abaroa, under the direction of Christopher Gohrband and with the assistance of Elena Nguyen, was responsible for reconciling the U.S. portfolio income accounts; Mark New, for the accounts related to U.S. direct investment in Canada; Gregory Fouch, for the accounts related to Canadian direct investment in the United States; Kwok Lee, for goods; Michael Mann, for services, with the assistance of Mary Frances Styczynski for financial services; and Edward Dozier, for transportation.

Table 2.1. Summary of Reconciliation Adjustments, Northbound, 2001

[Millions of U.S. dollars]

	Definitional		Methodological				Statistical		Total	
	United States	Canada	Reclassification		Gross or net		United States	Canada	United States	Canada
			United States	Canada	United States	Canada				
Goods, balance of payments basis	125	-199	264	.....	.....	.....	.....	-807	389	-1,006
Valuation adjustments	125	-199	.....	.....	.....	.....	.....	.....	125	-199
Reclassification of equipment repairs from unaffiliated services .....	.....	.....	264	.....	.....	.....	.....	.....	264	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	.....	-807	.....	-807
Services	-1,006	-416	-264	-69	.....	.....	1,084	-362	-186	-847
Travel .....	.....	.....	791	.....	.....	.....	-12	159	779	159
Reclassification of education from unaffiliated services .....	.....	.....	570	.....	.....	.....	.....	.....	570	.....
Reclassification of medical services from unaffiliated services .....	.....	.....	221	.....	.....	.....	.....	.....	221	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	-12	159	-12	159
Passenger fares .....	.....	.....	.....	.....	.....	.....	-289	.....	-289	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	-289	.....	-289	.....
Other transportation .....	.....	-93	.....	212	.....	.....	166	-2	166	117
Valuation adjustments .....	.....	-93	.....	.....	.....	.....	.....	.....	.....	-93
Reclassification of transportation services from unaffiliated services .....	.....	.....	212	.....	.....	.....	.....	.....	212	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	166	-2	166	-2
Other services	-1,006	-323	-1,055	-281	.....	.....	1,219	-519	-842	-1,123
Affiliated	-1,057	-93	-362	.....	.....	.....	368	-1,698	-1,051	-1,791
Valuation adjustments	-1,057	-93	.....	.....	.....	.....	.....	.....	-1,057	-93
Reclassification of film rentals to unaffiliated services .....	.....	.....	-238	.....	.....	.....	.....	.....	-238	.....
Reclassification of courier services to unaffiliated services .....	.....	.....	-124	.....	.....	.....	.....	.....	-124	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	368	-1,698	368	-1,698
Unaffiliated	90	-230	-693	-281	.....	.....	851	1,119	248	608
Valuation adjustments	90	-230	.....	.....	.....	.....	.....	.....	90	-230
Reclassification of transactions to or from other accounts .....	.....	.....	-693	-281	.....	.....	.....	.....	-693	-281
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	851	1,119	851	1,119
U.S. military sales	-39	.....	.....	.....	.....	.....	.....	60	-39	60
Valuation adjustments	-39	.....	.....	.....	.....	.....	.....	.....	-39	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	.....	60	.....	60
Income	852	-2,835	69	-1,250	-2,246	972	1,172	574	.....	-3,840
Direct investment .....	.....	-479	-26	.....	-170	-680	1,915	-680	1,240	.....
Valuation adjustments .....	.....	-479	.....	.....	.....	.....	.....	.....	-479	.....
Reclassification of dividends to "other" income .....	.....	.....	-26	.....	.....	.....	.....	.....	-26	.....
Adjustment of interest income to a net basis .....	.....	.....	.....	.....	-170	.....	.....	.....	-170	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	-680	1,915	-680	1,915
Other investment	852	-2,356	26	-1,250	-2,076	1,652	-752	1,254	-5,158	.....
Valuation adjustments	852	-2,356	.....	.....	.....	.....	.....	.....	852	-2,356
Reclassification of dividends from direct investment .....	.....	.....	26	.....	.....	.....	.....	.....	26	.....
Adjustment of interest income to a gross or net basis .....	.....	.....	.....	-1,250	-2,076	.....	.....	-1,250	-2,076	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	1,652	-752	1,652	-752
Compensation of employees .....	.....	.....	69	.....	.....	.....	9	.....	.....	78
Current unilateral transfers .....	.....	-333	.....	186	.....	.....	136	.....	322	-333
Valuation adjustments .....	.....	-333	.....	.....	.....	.....	.....	.....	.....	-333
Adjustment of U.S. transfers to a gross basis .....	.....	.....	.....	186	.....	.....	.....	.....	186	.....
Statistical adjustments .....	.....	.....	.....	.....	.....	.....	136	.....	136	.....
Total adjustments	-29	-3,783	.....	-1,064	-2,246	2,192	3	1,099	-6,026	.....

ferences in classification. For example, parts of the U.S. estimates of film rentals and courier services are recorded in various services accounts; for reconciliation, they are reclassified to a single account. A few U.S. and Canadian accounts, mainly interest income, are adjusted to a net or gross basis for comparability.

Statistical differences reflect the use of different source data in the United States and Canada; the difficulty in determining country attribution because of

insufficient data; the preliminary nature of some of the data, particularly for the most recent year; and the use of sample data between benchmarks. For the northbound estimates, most of the statistical differences are in the U.S. and Canadian estimates of “other” services and of investment income. For the southbound estimates, most of the statistical differences are in the U.S. and Canadian estimates of “other” services and of investment income.

Table 2.2. Summary of Reconciliation Adjustments, Southbound, 2000
[Millions of U.S. dollars]

	Definitional		Methodological				Statistical		Total	
	Canada	United States	Reclassification		Gross or net		Canada	United States	Canada	United States
			Canada	United States	Canada	United States				
Goods, balance of payments basis	103	8,158		3			-26	407	77	8,568
Valuation adjustments	-1,677	249							-1,677	249
Canadian re-exports to the United States		6,129								6,129
Inland freight adjustment	1,780	1,780							1,780	1,780
Reclassification of equipment repairs from unaffiliated services				3						3
Statistical adjustments							-26	407	-26	407
Services	-295	-44	-205	-3			-1,561	3,046	-2,059	3,002
Travel				30				-60		-30
Reclassification of education from unaffiliated services				30						30
Statistical adjustments								-60		-60
Passenger fares										
Other transportation	-111	-104	105	-121			29	-23	24	-248
Valuation adjustments	-111	-104							-111	-104
Reclassification of courier services to unaffiliated services				-121						-121
Reclassification of transportation services from unaffiliated services			105						105	
Statistical adjustments							29	-23	29	-23
Other services	-184	60	-310	88			-1,590	3,129	-2,083	3,280
Affiliated	-28			-29			-2,024	978	-2,052	949
Valuation adjustments	-28								-28	
Reclassification of courier services to unaffiliated services				-29						-29
Statistical adjustments							-2,024	978	-2,024	978
Unaffiliated	-156	80	-360	117			434	2,151	-84	2,346
Valuation adjustments	-156	80							-156	80
Reclassification of transactions to or from other accounts			-360	117					-360	117
Statistical adjustments							434	2,151	434	2,151
U.S. defense expenditures		-20	50						50	-20
Valuation adjustments		-20								-20
Reclassification of defense expenditures from unaffiliated services			50						50	
Income	-467		205		-3,352	-1,722	-486	814	-4,101	-910
Direct investment	-271				-119			903	-2,094	902
Valuation adjustments	-271								-271	
Adjustment of interest income to a net basis					-119				-119	
Statistical adjustments							-1,703	903	-1,703	903
Other investment	-196				-3,233	-1,722	1,061	-89	-2,368	-1,812
Valuation adjustments	-196								-196	
Adjustment of interest income to a gross or net basis					-3,233	-1,722			-3,233	-1,723
Statistical adjustments							1,061	-89	1,061	-89
Compensation of employees			205				156		361	
Current unilateral transfers	-1,911					180	-11		-1,921	180
Valuation adjustments	-1,911								-1,911	
Adjustment of U.S. transfers to a gross basis						180				180
Statistical adjustments							-11		-11	
Total adjustments	-2,570	8,114			-3,352	-1,542	-2,084	4,267	-8,004	10,841

Table 2.2. Summary of Reconciliation Adjustments, Southbound, 2001

[Millions of U.S. dollars]

	Definitional		Methodological				Statistical		Total	
	Canada	United States	Reclassification		Gross or net		Canada	United States	Canada	United States
			Canada	United States	Canada	United States				
Goods, balance of payments basis	232	8,461		9			734	387	966	8,857
Valuation adjustments	-1,917	307							-1,917	307
Canadian re-exports to the United States		6,005								6,005
Inland freight adjustment	2,149	2,149							2,149	2,149
Reclassification of equipment repairs from unaffiliated services				9						9
Statistical adjustments							734	387	734	387
Services	-278	-739	-201	-9			-663	1,997	-1,142	1,247
Travel				36				-59		-23
Reclassification of education from unaffiliated services				36						36
Statistical adjustments								-59		-59
Passenger fares										
Other transportation	-111	-109	91	-144			79	-67	59	-320
Valuation adjustments	-111	-109							-111	-109
Reclassification of courier services to unaffiliated services				-144						-144
Reclassification of transportation services from unaffiliated services			91						91	
Statistical adjustments							79	-67	79	-67
Other services	-167	-630	-292	99			-742	2,123	-1,201	1,590
Affiliated	-21	-692		-28			-1,182	314	-1,203	-406
Valuation adjustments	-21	-692							-21	-692
Reclassification of courier services to unaffiliated services				-28						-28
Statistical adjustments							-1,182	314	-1,182	314
Unaffiliated	-146	82	-349	127			440	1,809	-55	2,018
Valuation adjustments	-146	82							-146	82
Reclassification of transactions to or from other accounts			-349	127					-349	127
Statistical adjustments							440	1,809	440	1,809
U.S. defense expenditures		-20	57						57	-20
Valuation adjustments		-20								-20
Reclassification of defense expenditures from unaffiliated services			57							
Income	-678		201		-2,246	-1,250	-3,603	5,535	-6,324	4,285
Direct investment	-207				-170		-4,772	5,330	-5,148	5,330
Valuation adjustments	-207								-207	
Adjustment of interest income to a net basis					-170				-170	
Statistical adjustments							-4,772	5,330	-4,772	5,330
Other investment	-471				-2,076	-1,250	994	205	-1,552	-1,045
Valuation adjustments	-471								-471	
Adjustment of interest income to a gross or net basis					-2,076	-1,250			-2,076	-1,250
Statistical adjustments							994	205	994	205
Compensation of employees			201				175		376	
Current unilateral transfers	-1,990					186	-13		-2,003	186
Valuation adjustments	-1,990								-1,990	
Adjustment of U.S. transfers to a gross basis						186			0	186
Statistical adjustments							-13		-13	
Total adjustments	-2,714	7,722			-2,246	-1,064	-3,545	7,919	-8,503	14,574

Table 3.1. U.S.-Canadian Current-Account Reconciliation, Northbound
[Millions of U.S. dollars]

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates	
	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	United States	Canada
2000										
Goods and services.....	202,518	206,930	-4,412	202,690	206,202	-3,512	204,125	204,125	1,607	-2,805
Goods, balance of payments basis.....	178,877	180,281	-1,404	179,243	180,063	-820	179,243	179,243	366	-1,038
Services.....	23,641	26,649	-3,008	23,447	26,139	-2,692	24,882	24,882	1,241	-1,767
Travel.....	7,055	7,745	-690	7,764	7,745	19	7,765	7,765	710	20
Passenger fares.....	1,713	1,424	289	1,713	1,424	289	1,424	1,424	-289	.....
Other transportation.....	2,571	2,507	64	2,571	2,599	-28	2,584	2,584	13	77
Other services.....	12,302	14,973	-2,671	11,399	14,371	-2,972	13,109	13,109	807	-1,864
Income.....	27,667	29,225	-1,558	26,919	23,320	3,599	26,688	26,688	-979	-2,537
Investment income.....	27,589	29,225	-1,636	26,841	23,251	3,590	26,610	26,610	-979	-2,615
Direct investment.....	14,688	11,351	3,337	14,687	10,715	3,972	13,830	13,830	-858	2,479
Other investment.....	12,901	17,874	-4,973	12,154	12,536	-382	12,780	12,780	-121	-5,094
Compensation of employees.....	78	(¹)	78	78	69	9	78	78	.....	78
Current unilateral transfers.....	(²)	596	-596	180	294	-114	294	294	294	-302
Current account, northbound.....	230,185	236,751	-6,566	229,789	229,816	-27	231,107	231,107	922	-5,644
2001										
Goods and services.....	187,757	189,813	-2,056	186,874	189,130	-2,256	187,960	187,960	203	-1,853
Goods, balance of payments basis.....	163,309	164,704	-1,395	163,698	164,506	-808	163,698	163,698	389	-1,006
Services.....	24,448	25,109	-661	23,176	24,624	-1,448	24,262	24,262	-186	-847
Travel.....	6,484	7,104	-620	7,275	7,104	171	7,263	7,263	779	159
Passenger fares.....	1,668	1,379	289	1,668	1,379	289	1,379	1,379	-289	.....
Other transportation.....	2,212	2,261	-49	2,212	2,380	-168	2,378	2,378	166	117
Other services.....	14,084	14,365	-281	12,021	13,761	-1,740	13,242	13,242	-842	-1,123
Income.....	21,919	26,333	-4,414	21,521	21,321	200	22,493	22,493	574	-3,840
Investment income.....	21,841	26,333	-4,492	21,443	21,252	191	22,415	22,415	574	-3,918
Direct investment.....	11,773	9,853	1,920	11,773	9,176	2,597	11,093	11,093	-680	1,240
Other investment.....	10,068	16,480	-6,412	9,670	12,076	-2,406	11,322	11,322	1,254	-5,158
Compensation of employees.....	78	(¹)	78	78	69	9	78	78	.....	78
Current unilateral transfers.....	(²)	655	-655	186	322	-136	322	322	322	-333
Current account, northbound.....	209,676	216,801	-7,125	208,581	210,773	-2,192	210,775	210,775	1,099	-6,026

1. In the Canadian published accounts, compensation of employees is included in "other" services.

2. Current unilateral transfers are published on a net basis in the U.S. accounts, and appear as net payments in table 3.2.

Table 3.2. U.S.-Canadian Current-Account Reconciliation, Southbound
[Millions of U.S. dollars]

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates	
	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Canada	United States
2000										
Goods and services.....	264,664	251,112	13,552	264,267	259,229	5,038	262,682	262,682	-1,982	11,570
Goods.....	242,170	233,679	8,491	242,274	241,840	434	242,247	242,247	77	8,568
Services.....	22,494	17,433	5,061	21,993	17,389	4,604	20,435	20,435	-2,059	3,002
Travel.....	6,337	6,367	-30	6,337	6,397	-60	6,337	6,337	.....	-30
Passenger fares.....	827	827	.....	827	827	.....	827	827	.....	.....
Other transportation.....	3,309	3,581	-272	3,304	3,356	-52	3,333	3,333	24	-248
Other services.....	12,021	6,658	5,363	11,524	6,809	4,716	9,938	9,938	-2,083	3,280
Income.....	12,014	8,823	3,191	8,402	7,101	1,301	7,913	7,913	-4,101	-910
Investment income.....	12,014	8,462	3,552	8,196	6,740	1,456	7,552	7,552	-4,462	-910
Direct investment.....	4,053	1,057	2,996	3,664	1,057	2,607	1,959	1,959	-2,094	902
Other investment.....	7,961	7,405	556	4,532	5,683	-1,151	5,593	5,593	-2,368	-1,812
Other private investment.....	6,789	5,672	1,117	3,254	3,950	-696	3,975	3,975	-2,814	-1,697
U.S. Government liabilities.....	1,172	1,733	-561	1,278	1,733	-455	1,618	1,618	446	-115
Compensation of employees.....	(¹)	361	-361	206	361	-155	361	361	361	.....
Current unilateral transfers.....	2,826	724	2,102	915	905	10	905	905	-1,921	180
Current account, southbound.....	279,504	260,659	18,845	273,584	267,235	6,349	271,500	271,500	-8,004	10,841
2001										
Goods and services.....	247,446	237,166	10,280	247,199	244,886	2,313	247,270	247,270	-176	10,104
Goods.....	226,626	218,735	7,891	226,858	227,205	-347	227,592	227,592	966	8,857
Services.....	20,820	18,431	2,389	20,341	17,681	2,660	19,678	19,678	-1,142	1,247
Travel.....	6,454	6,477	-23	6,454	6,513	-59	6,454	6,454	.....	-23
Passenger fares.....	684	684	.....	684	684	.....	684	684	.....	.....
Other transportation.....	2,919	3,298	-379	2,899	3,045	-146	2,978	2,978	59	-320
Other services.....	10,763	7,972	2,791	10,304	7,439	2,865	9,562	9,562	-1,201	1,590
Income.....	8,885	-1,724	10,609	6,162	-2,975	9,137	2,561	2,561	-6,324	4,285
Investment income.....	8,885	-2,100	10,985	5,957	-3,351	9,308	2,185	2,185	-6,700	4,285
Direct investment.....	2,741	-7,737	10,478	2,364	-7,737	10,101	-2,407	-2,407	-5,148	5,330
Other investment.....	6,144	5,637	507	3,593	4,386	-793	4,592	4,592	-1,552	-1,045
Other private investment.....	4,903	3,974	929	2,528	2,723	-195	3,078	3,078	-1,825	-896
U.S. Government liabilities.....	1,241	1,663	-422	1,065	1,663	-598	1,514	1,514	273	-149
Compensation of employees.....	(¹)	376	-376	205	376	-171	376	376	376	.....
Current unilateral transfers.....	2,932	744	2,188	942	929	13	929	929	-2,003	186
Current account, southbound.....	259,263	236,186	23,077	254,303	242,840	11,463	250,760	250,760	-8,503	14,574

1. In the Canadian published accounts, compensation of employees is included in "other" services.

Table 4.1. Trade in Goods, Northbound

[Millions of U.S. dollars]

	U.S. receipts	Canadian payments	Type of adjustment
2000			
Balance of payments basis, published	178,877	180,281	
Definitional and methodological adjustments:			
Valuation adjustments	140	-218	Definitional
Reclassification of equipment repairs from unaffiliated services	226		Reclassification
Common basis, after definitional and methodological adjustments	179,243	180,063	
Statistical adjustments		-820	Statistical
Reconciled, including statistical adjustments	179,243	179,243	
2001			
Balance of payments basis, published	163,309	164,704	
Definitional and methodological adjustments:			
Valuation adjustments	125	-199	Definitional
Reclassification of equipment repairs from unaffiliated services	264		Reclassification
Common basis, after definitional and methodological adjustments	163,698	164,505	
Statistical adjustments		-807	Statistical
Reconciled, including statistical adjustments	163,698	163,698	

Table 4.2. Trade in Goods, Southbound

[Millions of U.S. dollars]

	Canadian receipts	U.S. payments	Type of adjustment
2000			
Balance of payments basis, published	242,170	233,679	
Definitional and methodological adjustments:			
Valuation adjustments	-1,677	249	Definitional
Canadian reexports to the United States		6,129	Definitional
Inland freight adjustment	1,780	1,780	Definitional
Reclassification of equipment repairs from unaffiliated services		3	Reclassification
Common basis, after definitional and methodological adjustments	242,274	241,840	
Statistical adjustments	-26	407	Statistical
Reconciled, including statistical adjustments	242,247	242,247	
2001			
Balance of payments basis, published	226,626	218,735	
Definitional and methodological adjustments:			
Valuation adjustments	-1,917	307	Definitional
Canadian reexports to the United States		6,005	Definitional
Inland freight adjustment	2,149	2,149	Definitional
Reclassification of equipment repairs from unaffiliated services		9	Reclassification
Common basis, after definitional and methodological adjustments	226,858	227,205	
Statistical adjustments	734	387	Statistical
Reconciled, including statistical adjustments	227,592	227,592	

Table 5.1. Travel, Passenger Fares, and Other Transportation, Northbound
[Millions of U.S. dollars]

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	United States	Canada	Type of adjustment
2000											
Travel	7,055	7,745	-690	7,764	7,745	19	7,765	7,765	710	20	
Business and personal	7,055	7,056	-1	7,055	7,056	-1	7,056	7,056	1	.....	Statistical
Education .....	.....	491	-491	.....	511	491	.....	511	511	20	Reclassification and statistical
Medical.....	.....	198	-198	.....	198	198	.....	198	198	.....	Reclassification
Passenger fares	1,713	1,424	289	1,713	1,424	289	1,424	1,424	-289	.....	Statistical
Other transportation	2,571	2,507	64	2,571	2,599	-28	2,584	2,584	13	77	
Freight.....	2,007	2,106	-99	1,999	1,997	2	1,993	1,993	-14	-113	
Ocean.....	138	276	-138	130	142	-12	136	136	-2	-140	Definitional, reclassification, and statistical
Air.....	86	33	53	86	58	28	58	58	-28	25	Definitional and statistical
Truck.....	1,404	1,404	.....	1,404	1,404	.....	1,404	1,404	.....	.....
Other.....	379	393	-14	379	393	-14	395	395	16	2	Statistical
Port services.....	564	361	203	564	563	1	552	552	-12	191	
Vessel operators.....	65	42	23	65	42	23	42	42	-23	.....	Statistical
Airline operators.....	319	319	.....	319	319	.....	319	319	.....	.....
Other.....	180	.....	180	180	202	-22	191	191	11	191	Reclassification and statistical
Other.....	.....	39	-39	8	39	-31	39	39	39	.....	Reclassification and statistical
2001											
Travel	6,484	7,104	-620	7,275	7,104	171	7,263	7,263	779	159	
Business and personal	6,484	6,472	12	6,484	6,472	12	6,472	6,472	-12	.....	Statistical
Education .....	.....	421	-421	.....	570	421	.....	570	570	149	Reclassification and statistical
Medical.....	.....	211	-211	.....	221	211	.....	221	221	10	Reclassification
Passenger fares	1,668	1,379	289	1,668	1,379	289	1,379	1,379	-289	.....	Statistical
Other transportation	2,212	2,261	-49	2,212	2,380	-168	2,378	2,378	166	117	
Freight.....	1,837	1,892	-55	1,829	1,799	30	1,810	1,810	-27	-82	
Ocean.....	146	248	-102	138	138	.....	138	138	-8	-110	Definitional, reclassification, and statistical
Air.....	80	28	52	80	45	35	45	45	-35	17	Definitional and statistical
Truck.....	1,243	1,244	-1	1,243	1,244	-1	1,243	1,243	.....	-1	Statistical
Other.....	368	372	-4	368	372	-4	384	384	16	12	Statistical
Port services.....	375	333	42	375	545	-170	533	533	158	200	
Vessel operators.....	45	21	24	45	21	24	21	21	-24	.....	Statistical
Airline operators.....	127	297	-170	127	297	-170	297	297	170	.....	Statistical
Other.....	203	15	188	203	227	-24	215	215	12	200	Reclassification and statistical
Other.....	.....	35	-35	8	35	-27	35	35	35	.....	Reclassification and statistical

Table 5.2. Travel, Passenger Fares, and Other Transportation, Southbound

[Millions of U.S. dollars]

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Canada	United States	Type of adjustment
2000											
Travel	6,337	6,367	-30	6,337	6,397	-60	6,337	6,337		-30	
Business and personal	6,209	6,367	-158	6,209	6,367	-158	6,209	6,209		-158	Statistical
Education	79		79	79	30	49	79	79		79	Reclassification and statistical
Medical.....	49		49	49		49	49	49		49	Statistical
Passenger fares	827	827		827	827		827	827			
Other transportation	3,309	3,581	-272	3,304	3,356	-52	3,333	3,333	24	-248	
Freight.....	2,671	2,763	-92	2,650	2,623	27	2,637	2,637	-34	-126	
Ocean.....	171	132	39	150	124	26	137	137	-34	5	Definitional, reclassification, and statistical
Air.....	57	57		57	57		57	57			
Land.....	2,335	2,335		2,335	2,335		2,335	2,335			
Other.....	108	239	-131	108	107	1	108	108		-131	Reclassification and statistical
Port services.....	541	818	-277	650	725	-75	688	688	147	-130	
Vessel operators.....	53	208	-155	57	104	-47	81	81	28	-127	Definitional and statistical
Airline operators.....	384	505	-121	384	384		384	384		-121	Reclassification
Other.....	104	105	-1	209	237	-28	223	223	119	118	Reclassification and statistical
Other.....	98		98	4	8	-4	8	8	-90	8	Definitional, reclassification, and statistical
2001											
Travel	6,454	6,477	-23	6,454	6,513	-59	6,454	6,454		-23	
Business and personal	6,316	6,477	-161	6,316	6,477	-161	6,316	6,316		-161	Statistical
Education	89		89	89	36	53	89	89		89	Reclassification and statistical
Medical.....	49		49	49		49	49	49		49	Statistical
Passenger fares	684	684		684	684		684	684			
Other transportation	2,919	3,298	-379	2,899	3,045	-146	2,978	2,978	59	-320	
Freight.....	2,325	2,461	-136	2,297	2,299	-2	2,292	2,292	-33	-169	
Ocean.....	158	146	12	130	118	12	124	124	-34	-22	Definitional, reclassification, and statistical
Air.....	44	45	-1	44	45	-1	45	45	1		Statistical
Land.....	2,028	2,028		2,028	2,028		2,028	2,028			
Other.....	95	242	-147	95	108	-13	95	95		-147	Reclassification and statistical
Port services.....	505	837	-332	599	718	-119	658	658	153	-179	
Vessel operators.....	38	219	-181	41	110	-69	76	76	38	-143	Definitional and statistical
Airline operators.....	367	511	-144	367	367		367	367		-144	Reclassification
Other.....	100	107	-7	191	241	-50	215	215	115	108	Reclassification and statistical
Other.....	89		89	3	28	-25	28	28	-61	28	Definitional, reclassification, and statistical

Table 6.1. Other Services, Northbound

[Millions of U.S. dollars]

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	United States	Canada	Type of adjustment
2000											
Total.....	12,302	14,973	-2,671	11,399	14,371	-2,972	13,109	13,109	807	-1,864	
Affiliated.....	5,732	8,738	-3,006	5,422	8,636	-3,214	6,243	6,243	511	-2,495	Definitional, reclassification, and statistical
Royalties and license fees.....	1,569	2,053	-484	1,569	2,022	-453	(¹)	(¹)	(¹)	(¹)	
Other services.....	4,163	6,685	-2,522	3,853	6,614	-2,761	(¹)	(¹)	(¹)	(¹)	
Unaffiliated.....	6,469	6,234	235	5,933	5,733	200	6,822	6,822	355	589	
Royalties, license fees, and selected services ...	1,730	1,273	457	1,698	1,258	440	1,698	1,698	-32	425	Reclassification and statistical
Insurance.....	258	347	-89	347	321	26	347	347	89		Definitional and statistical
Financial services.....	1,007	873	134	1,007	932	75	1,061	1,061	54	188	Definitional and statistical
Education and training.....	527	21	506	16	22	-6	22	22	-505	1	Reclassification and statistical
Communications.....	501	751	-250	501	394	107	501	501		-250	Reclassification and statistical
Computer services.....	539	525	14	539	526	13	539	539		14	Statistical
Business services.....	1,353	848	505	1,016	1,104	-88	1,492	1,492	139	644	Reclassification and statistical
Sports and entertainment.....	392	1,166	-774	647	1,006	-359	980	980	588	-186	Reclassification and statistical
Other private.....		238	-238							-238	Definitional and reclassification
Government:											
United States (nonmilitary).....	74	62	12	74	62	12	74	74		12	Statistical
Canada.....	88	130	-42	88	108	-20	108	108	20	-22	Definitional and statistical
U.S. military sales.....	103		103	44		44	44	44	-59	44	Definitional and statistical
2001											
Total.....	14,084	14,365	-281	12,021	13,761	-1,740	13,242	13,242	-842	-1,123	
Affiliated.....	7,348	8,088	-740	5,929	7,993	-2,064	6,297	6,297	-1,051	-1,791	Definitional, reclassification, and statistical
Royalties and license fees.....	1,561	1,983	-422	1,561	1,950	-389	(¹)	(¹)	(¹)	(¹)	
Other services.....	5,787	6,105	-318	4,368	6,043	-1,675	(¹)	(¹)	(¹)	(¹)	
Unaffiliated.....	6,635	6,279	356	6,032	5,768	264	6,884	6,884	253	606	
Royalties, license fees, and selected services ...	1,852	1,329	523	1,811	1,309	502	1,811	1,811	-41	482	Reclassification and statistical
Insurance.....	212	366	-154	302	341	-39	302	302	90	-64	Definitional and statistical
Financial services.....	1,001	892	109	1,001	956	45	1,216	1,216	215	324	Definitional and statistical
Education and training.....	595	19	576	25	20	5	25	25	-570	6	Reclassification and statistical
Communications.....	512	786	-274	512	424	88	512	512		-274	Reclassification and statistical
Computer services.....	488	520	-32	488	522	-34	488	488		-32	Statistical
Business services.....	1,275	778	497	914	1,041	-127	1,335	1,335	60	557	Reclassification and statistical
Sports and entertainment.....	504	1,151	-647	783	984	-201	1,019	1,019	515	-132	Reclassification and statistical
Other private.....		246	-246							-246	Definitional and reclassification
Government:											
United States (nonmilitary).....	72	67	5	72	67	5	72	72		5	Statistical
Canada.....	124	125	-1	124	104	20	104	104	-20	-21	Definitional and statistical
U.S. military sales.....	99		99	60		60	60	60	-39	60	Definitional and statistical

1. Royalties and license fees are combined with "other" services for reconciliation.

Table 6.2. Other Services, Southbound
[Millions of U.S. dollars]

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Canada	United States	Type of adjustment
2000											
Total	12,021	6,658	5,363	11,524	6,809	4,716	9,938	9,938	-2,083	3,280	
Affiliated	5,994	2,993	3,001	5,966	2,964	3,002	3,942	3,942	-2,052	949	Definitional, reclassification, and statistical
Royalties and license fees	469	730	-261	464	730	-266	(1)	(1)	(1)	(1)	
Other services	5,525	2,263	3,262	5,502	2,234	3,268	(1)	(1)	(1)	(1)	
Unaffiliated	6,028	3,598	2,430	5,512	3,791	1,721	5,944	5,944	-84	2,346	
Royalties, license fees, and selected services ...	1,724	666	1,058	1,724	651	1,072	1,724	1,724		1,057	Definitional and statistical
Insurance	180	302	-122	180	382	-202	263	263	83	-39	Definitional and statistical
Financial services	412	243	169	412	243	169	353	353	-59	110	Statistical
Education and training	47	30	17	21		21	21	21	-26	-9	Reclassification and statistical
Communications	682	227	455	361	227	134	294	294	-388	67	Reclassification and statistical
Computer services	655	569	86	655	569	86	612	612	-43	43	Statistical
Business services	976	1,270	-294	1,071	1,172	-101	1,561	1,561	585	291	Reclassification and statistical
Sports and entertainment	891	57	834	847	313	534	847	847	-44	790	Reclassification and statistical
Other private	219		219						-219		Definitional and reclassification
Government:											
United States (nondefense)	36		36	36		36	36	36		36	Statistical
Canada	206	234	-28	206	234	-28	234	234	28		Statistical
U.S. defense expenditures		70	-70	50	50		50	50	50	-20	Reclassification and statistical
2001											
Total	10,763	7,972	2,791	10,304	7,439	2,865	9,562	9,562	-1,201	1,590	
Affiliated	5,113	4,316	797	5,092	3,596	1,496	3,910	3,910	-1,203	-406	Definitional, reclassification, and statistical
Royalties and license fees	447	990	-543	446	990	-544	(1)	(1)	(1)	(1)	
Other services	4,666	3,326	1,340	4,646	2,606	2,040	(1)	(1)	(1)	(1)	
Unaffiliated	5,650	3,577	2,073	5,156	3,781	1,375	5,595	5,595	-55	2,018	
Royalties, license fees, and selected services ...	1,653	600	1,053	1,653	587	1,066	1,653	1,653		1,053	Definitional and statistical
Insurance	165	370	-205	164	452	-288	271	271	106	-99	Definitional and statistical
Financial services	343	193	150	349	193	156	269	269	-74	76	Statistical
Education and training	46	36	10	18		18	18	18	-28	-18	Reclassification and statistical
Communications	630	184	446	297	184	113	241	241	-389	57	Reclassification and statistical
Computer services	562	562		562	562		524	524	-38	-38	Statistical
Business services	863	1,350	-487	980	1,234	-254	1,520	1,520	657	170	Reclassification and statistical
Sports and entertainment	891	61	830	843	348	495	843	843	-48	782	Reclassification and statistical
Other private	207		207						-207		Definitional and reclassification
Government:											
United States (nondefense)	35		35	35		35	35	35		35	Statistical
Canada	255	221	34	255	221	34	221	221	-34		Statistical
U.S. defense expenditures		77	-77	57	57		57	57	57	-20	Reclassification and statistical

1. Royalties and license fees are combined with "other" services for reconciliation.

Table 7.1. Investment Income, Northbound

[Millions of U.S. dollars]

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	Difference	U.S. receipts	Canadian payments	United States	Canada	Type of adjustment
2000											
Investment income	27,589	29,225	-1,636	26,841	23,251	3,590	26,610	26,610	-979	-2,615	
Direct investment income	14,688	11,351	3,337	14,687	10,715	3,972	13,830	13,830	-858	2,479	
Earnings of incorporated affiliates.....	13,649	10,065	3,584	13,649	9,627	4,022	12,574	12,574	-1,075	2,509	Definitional, reclassification, and statistical
Dividends.....	3,171	3,419	-248	3,171	2,895	276	3,033	3,033	-138	-386	
Reinvested earnings.....	10,478	6,646	3,832	10,478	6,732	3,746	9,541	9,541	-937	2,895	
Earnings of unincorporated affiliates.....	428	607	-179	428	607	-179	623	623	195	16	Statistical
Interest.....	611	679	-68	611	482	129	633	633	22	-46	Definitional, gross to net, and statistical
Other investment income	12,901	17,874	-4,973	12,154	12,536	-382	12,780	12,780	-121	-5,094	
Securities.....	8,013	10,636	-2,623	8,988	9,646	-658	9,754	9,754	1,741	-882	Definitional, reclassification, and statistical
Dividends.....	1,512	1,119	393	1,512	1,081	431	1,189	1,189	-323	70	
Interest on bonds.....	6,501	9,517	-3,016	7,476	8,565	-1,089	8,565	8,565	2,064	-952	
U.S. claims/Canadian liabilities.....	4,888	7,238	-2,350	3,166	2,892	274	3,026	3,026	-1,862	-4,212	Net to gross, gross to net, and statistical
U.S. bank claims.....	3,946	4,064	-118	1,213	832	381	1,084	1,084	-2,862	-2,980	
Other private U.S. claims.....	942	3,174	-2,232	1,953	2,060	-107	1,942	1,942	1,000	-1,232	
2001											
Investment income	21,841	26,333	-4,492	21,443	21,252	191	22,415	22,415	574	-3,918	
Direct investment income	11,773	9,853	1,920	11,773	9,176	2,597	11,093	11,093	-680	1,240	
Earnings of incorporated affiliates.....	11,103	9,024	2,079	11,103	8,580	2,523	10,333	10,333	-770	1,309	Definitional, reclassification, and statistical
Dividends.....	3,076	4,329	-1,253	3,076	3,875	-799	3,136	3,136	60	-1,193	
Reinvested earnings.....	8,027	4,695	3,332	8,027	4,705	3,322	7,197	7,197	-830	2,502	
Earnings of unincorporated affiliates.....	103	276	-173	103	276	-173	195	195	92	-81	Statistical
Interest.....	567	553	14	567	320	247	567	567	.....	14	Definitional, gross to net, and statistical
Other investment income	10,068	16,480	-6,412	9,670	12,076	-2,406	11,322	11,322	1,254	-5,158	
Securities.....	6,757	11,285	-4,528	7,609	10,200	-2,591	9,360	9,360	2,603	-1,925	Definitional, reclassification, and statistical
Dividends.....	1,077	1,288	-211	1,077	1,202	-125	1,140	1,140	63	-148	
Interest on bonds.....	5,680	9,997	-4,317	6,532	8,998	-2,466	8,220	8,220	2,540	-1,777	
U.S. claims/Canadian liabilities.....	3,311	5,195	-1,884	2,061	1,876	185	1,963	1,963	-1,348	-3,232	Net to gross, gross to net, and statistical
U.S. bank claims.....	2,668	2,576	92	789	500	289	703	703	-1,965	-1,873	
Other private U.S. claims.....	643	2,619	-1,976	1,272	1,376	-104	1,260	1,260	617	-1,359	

Table 7.2. Investment Income, Southbound

[Millions of U.S. dollars]

	Published estimates			Common-basis estimates, after definitional and methodological adjustments			Reconciled estimates, including statistical adjustments		Total adjustments to published estimates		
	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Difference	Canadian receipts	U.S. payments	Canada	United States	Type of adjustment
2000											
Investment income	12,014	8,462	3,552	8,196	6,740	1,456	7,552	7,552	-4,462	-910	
Direct investment income	4,053	1,057	2,996	3,664	1,057	2,607	1,959	1,959	-2,094	902	
Earnings of incorporated affiliates.....	2,762	422	2,340	2,843	422	2,421	1,312	1,312	-1,450	890	Definitional and statistical
Dividends.....	1,486	1,494	-8	1,218	1,494	-276	1,632	1,632	146	138	
Reinvested earnings.....	1,276	-1,072	2,348	1,625	-1,072	2,697	-320	-320	-1,596	752	
Earnings of unincorporated affiliates.....	1,155	296	859	810	296	514	309	309	-846	13	Definitional and statistical
Interest.....	136	339	-203	12	339	-327	339	339	203	.....	Definitional, gross to net, and statistical
Other investment income	7,961	7,405	556	4,532	5,683	-1,151	5,593	5,593	-2,368	-1,812	
Securities.....	2,046	2,713	-667	1,917	2,713	-796	2,563	2,563	517	-150	Definitional and statistical
Dividends.....	1,435	1,742	-307	1,358	1,742	-384	1,742	1,742	307	.....
Interest on bonds.....	611	971	-360	559	971	-412	821	821	210	-150	
Canadian claims/U.S. liabilities.....	4,743	2,959	1,784	1,339	1,237	102	1,412	1,412	-3,331	-1,547	Net to gross, gross to net, and statistical
Canadian bank claims.....	4,238	2,203	2,035	841	1,143	-302	1,010	1,010	-3,228	-1,193	
Other private Canadian claims.....	505	756	-251	498	94	404	402	402	-103	-354	
U.S. Government liabilities.....	1,172	1,733	-561	1,278	1,733	-455	1,618	1,618	446	-115	Definitional and statistical
2001											
Investment income	8,885	-2,100	10,985	5,957	-3,351	9,308	2,185	2,185	-6,700	4,285	
Direct investment income	2,741	-7,737	10,478	2,364	-7,737	10,101	-2,407	-2,407	-5,148	5,330	
Earnings of incorporated affiliates.....	2,809	-8,298	11,107	2,646	-8,298	10,944	-2,828	-2,828	-5,637	5,470	Definitional and statistical
Dividends.....	1,544	602	942	1,344	602	742	1,044	1,044	-500	442	
Reinvested earnings.....	1,255	-8,900	10,155	1,302	-8,900	10,202	-3,872	-3,872	-5,137	5,028	
Earnings of unincorporated affiliates.....	-190	189	-379	-228	189	-417	49	49	239	-140	Definitional and statistical
Interest.....	123	372	-249	-53	372	-425	372	372	249	.....	Definitional, gross to net, and statistical
Other investment income	6,144	5,637	507	3,593	4,386	-793	4,592	4,592	-1,552	-1,045	
Securities.....	2,158	2,815	-657	1,978	2,815	-837	2,596	2,596	438	-219	Definitional and statistical
Dividends.....	1,686	1,806	-120	1,547	1,806	-259	1,806	1,806	120	.....
Interest on bonds.....	472	1,009	-537	431	1,009	-578	790	790	318	-219	
Canadian claims/U.S. liabilities.....	2,746	1,159	1,587	550	-92	642	481	481	-2,265	-678	Net to gross, gross to net, and statistical
Canadian bank claims.....	2,215	933	1,282	26	-148	174	15	15	-2,200	-918	
Other private Canadian claims.....	531	226	305	524	56	468	466	466	-65	240	
U.S. Government liabilities.....	1,241	1,663	-422	1,065	1,663	-598	1,514	1,514	273	-149	Definitional and statistical